

**ADDENDUM #2
TO SPEC. 06-126**

**GROUP TERM LIFE, ACCIDENTAL DEATH AND
DISMEMBERMENT, VOLUNTARY LIFE & DEPENDENT LIFE**

Addendum #2 to Spec. 06-126 for above project to be opened on Wednesday, April 19, 2006 at 12:00 noon.

Listed below are some additional questions that we have received and their answers:

1. Would an AM Best rating of A- exclude a company from further consideration?

No. A rating of A- is indicative of "Excellent" financial strength and fits within our vendor definition under 1.2 in the RFP.

2. Have any of the life and/or AD&D rates changed since 2/1/2004? If so please provide the rate history?

Rates with Mutual of Omaha have remained consistent from June 1, 2002 through May 31, 2005. Rates were then renewed for one additional one year period from June 1, 2005 through May 31, 2006 without any changes.

3. Have there been open enrollments, without underwriting allowed, within the past five years? If so, when were they provided?

Yes, our last open enrollment, without underwriting, was when Mutual of Omaha began on June 1, 2002.

4. Were both current insureds and uninsureds allowed to increase coverage? How much were they allowed to elect or increase?

Yes, during the last open enrollment period, without underwriting, both current insureds and uninsureds who elected coverage were allowed additional coverage to a guaranteed issue limit of 5 times annual salary, up to \$100,000 for the employee, 50% of the employee benefit up to \$50,000 for the spouse and 50% of the employee benefit up to \$10,000 for children.

5. Please confirm that the City and County currently self-bill and hold records rather than the insurance carrier?

Yes, we do.

6. When was the plan effective with Mutual of Omaha?

Effective June 1, 2002.

7. Please provide any premium and claims data prior to 2/1/04 available.

This was provided previously with the initial attachments.

6. Indicate whether there have been significant plan changes in the 3 years, such as a change in benefit schedule.

There has not been any change over the last 3 years in the benefit schedule.

7. Please confirm whether the City and County will continue to be administered separately and use separate contracts.

Yes, while the City and County are separate political entities and must therefore enter into separate contracts, the City/County Personnel Department is charged with the responsibility to administer this benefit for both entities. Therefore, although contracts may differ, we are marketing this coverage together in order to take advantage of potential economies of scale.

All other terms and conditions to remain unchanged.

Dated this 6th day of April, 2006.

Purchasing Department

Vince M. Mejer
Purchasing Agent